

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

DETARIFFING THE INSTALLATION) ADMINISTRATIVE
AND MAINTENANCE OF INSIDE WIRE) CASE NO. 305

O R D E R

On January 7, 1987, South Central Bell Telephone Company ("SCB") filed a motion requesting approval of its rate for its trouble isolation plan ("TIP") of \$.86 per month, as required by the provisions of the Commission's Order of December 24, 1986. Based on an impact study filed January 5, 1987, the TIP rate of \$.90 is the rate which produces closest to "no effect on the regulated revenue requirement" as required in the Commission's Order of December 24, 1986. SCB provided no written arguments as to why the Commission should deviate from the language of its original Order. The Commission is, therefore, of the opinion that a TIP rate of \$.90 should be approved for service instead of the \$.86 rate proposed by SCB.

The \$.90 TIP rate was based on 1985 financial data using 1987 projections. A further provision of the December 24, 1986, Order required the use of data for 1986. The Commission recognizes that SCB must have a tariffed rate in effect for this service and will approve the \$.90 TIP charge on an interim basis until, as required by the December 24, 1986, Order, SCB submits its cost and tariff proposals based on 1986 data.

The remaining features of the plan as proposed by SCB should be approved.

IT IS THEREFORE ORDERED that:

1. SCB's proposed TIP rate of \$.86 per month be and it hereby is denied.

2. A TIP rate of \$.90 per month be and it hereby is approved on an interim basis effective on and after the date of this Order.

3. All other provisions of SCB's plan filed with its motion be and they hereby are approved.

4. All other provisions of the Order of December 24, 1986, shall remain in full force and effect.

Done at Frankfort, Kentucky, this 23rd day of January, 1987.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:

Executive Director